23 June 1954

## MENDES-FRANCE'S INEXCHINA POLICY

- Premier Mendes-France is firm on achieving a "satisfactory cease-fire" in Indoction by 20 July.
  - A. He obtained his Assembly majority on 17 June largely by publicly promising to resign if he fails.
  - B. He recognizes that his main interest-on economic reform program-depends on an indochina settlement because:
    - Ris program is technically impossible so long as drain of war continues.
    - He needs prestige of an indochina settlement to put program through the Assembly.
- II. Mendes-France's plans for segetiations:
  - A. Will conduct them himself as foreign minister.
  - D. Meets Chou En-lai at Bern on 23 June.
  - C. He hopes that the present nime-power technical discussions on a cease-fire will lead to an agreement permitting the foreign ministers to return to Geneva before 12 July.
  - is. It is not clear what terms he has is mind.
    - Lasiel fears Mendes-France will trade RDC for minor concessions in Indochina.
  - E. Cabinet line-up on EDC (as reported in late April):
    - 1. More than 1/3 pro-EDC.

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- a. Faure and Gueria de Beaumont, however, have since publicly favored delay or medification
- 2. Less than 1/4 opposed.
- 3. 1/3 undecided.